

WHEN RECORDED RETURN TO:

Skagit State Bank
301 E. Fairhaven Ave.
P.O. BOX 285
Burlington, WA 98233



199907260062

Kathy Hill, Skagit County Auditor

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WASHINGTON UCC-2 COUNTY AUDITOR FIXTURE FILING

1. Grantor(s): (last name first, and mailing address(es))
CHARAC INC., DBA CHARLES ON
FAIRHAVEN TIN: 911591891
327 E FAIRHAVEN AVE.
BURLINGTON, WA 98233

2. Grantee(s)/Assignee/Beneficiary:
Skagit State Bank
Home Office
301 E. Fairhaven Ave.
P.O. BOX 285
Burlington, WA 98233

3. Assignee(s) of Secured Party(ies):

THIS FIXTURE FILING SHALL COVER COLLATERAL THAT IS AFFIXED TO THE FOLLOWING DESCRIBED PROPERTY.

Reference Number: P-90544-S

Additional on page _____

Short Legal Description: LOT 17 & PTN OF 18, BLK 17, BURLINGTON

Additional on page 3

Assessor's Tax Parcel ID#: 4076-097-018-0007

Legal Description: LOT 17 AND WEST 12 FEET OF LOT 18, SECTION 32, TOWNSHIP 35 AND RANGE 4E, W.M., COMMONLY KNOWN AS 327 E FAIRHAVEN, BURLINGTON, WA 98233.

THIS FIXTURE FILING COVERS THE FOLLOWING DESCRIBED PROPERTY

All Fixtures; whether any of the foregoing is owned now or acquired later; all accessions, additions, replacements, and substitutions relating to any of the foregoing; all records of any kind relating to any of the foregoing; all proceeds relating to any of the foregoing (including insurance, general intangibles, and accounts proceeds), together with the following specifically described property: SEE ATTACHED "SCHEDULE A"

4. ☒ The debtor is the record owner.

5. This statement is signed by the Secured Party(ies) instead of the Debtor(s) to perfect a security interest in collateral: (Please check appropriate box)

- (a) ☐ already subject to security interest in another jurisdiction when it was brought into this state, or when the debtor's location was changed to this state, or
- (b) ☐ which is proceeds of the original collateral described above in which a security interest was perfected, or
- (c) ☐ as to which the recording has lapsed, or
- (d) ☐ acquired after a change of name, identity, or corporate structure of the debtor(s).

6. Complete fully if box (d) is checked: complete as applicable for (a), (b), and (c):

Original recording number _____

Office where recorded _____

Former name of debtor(s) _____

Dated July 23, 19 99

CHARLES C YOUSLING, PRESIDENT and RACHEL D YOUSLING, SEC-TREAS

TYPE NAME(S) OF DEBTOR(S) (or assignor(s))

SIGNATURE(S) OF DEBTOR(S) (or assignor(s))

COPY 1 - COUNTY AUDITOR

Skagit State Bank

TYPE NAME(S) OF SECURED PARTY(IES) (or assignee(s))

SIGNATURE(S) OF SECURED PARTY(IES) (or assignee(s))

FORM APPROVED FOR USE IN THE STATE OF WASHINGTON

Schedule "A" – CHARAC INC DBA CHARLES ON FAIRHAVEN.

All accounts and contract rights of borrower now existing or hereafter arising; all general intangibles including but not limited to the following: assignment of rent/lease income from commercial building located at Section 32, Township 35, Range 4 E W.M., commonly known as 327 E Fairhaven, Burlington, WA 98233.

All machinery and equipment, furniture and fixtures, and inventory of every age, make, kind and description now owned or hereafter acquired, whether for substitution replacement or to which borrower obtained rights including but not limited to, all jewelry, accessories, and gift items, all computer systems, software, phone systems, stereo systems, cash registers, all counter tops, cases and displays, light fixtures and all other miscellaneous items used in the operation of Charles on Fairhaven.

It is also understood and agreed by and between the Mortgagor and the Mortgagee that the stock in goods above referred to is a shifting stock in trade to be sold by the Mortgagor in the regular course of business, and that the value of the same as it now exists is not less than \$84,743.00 (approx.) and that the Mortgagor does hereby covenant and agree that a strict account of all such sales shall be kept by him, and that on or before the 31st day of January, 2000, and annually thereafter he shall render a statement of all sales made from said stock to the said Mortgagee and that the gross proceeds of such sales shall be applied first to to paying the operating expenses of the business of the Mortgagor and second to keeping the said stock-in-trade replenished to its present market value, and that after said expenditures have been made, from the net proceeds of such sales there shall be paid by the mortgagor to the said Mortgagee the payment of the debt hereby secured.

Signed at Burlington this 22 day of July, 1999.

All of the above being located at Section 32, Township 35, Range 4 E W.M., commonly known as 327 E Fairhaven, Burlington, WA 98233.

CHARAC, INC. DBA CHARLES ON FAIRHAVEN

By [Signature] Title _____

By [Signature] Title _____



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